COMMITTEE ON LEGISLATIVE RESEARCH OVERSIGHT DIVISION

FISCAL NOTE

<u>L.R. NO.</u>: 395-01 <u>BILL NO.</u>: HB 82

SUBJECT: Cities, Towns and Villages: Liens

TYPE: Original

<u>DATE</u>: January 30, 2001

FISCAL SUMMARY

ESTIMATED NET EFFECT ON STATE FUNDS							
FUND AFFECTED	FY 2001	FY 2002	FY 2003				
Total Estimated Net Effect on All State Funds	\$0	\$0	\$0				

ESTIMATED NET EFFECT ON FEDERAL FUNDS							
FUND AFFECTED	FY 2001	FY 2002	FY 2003				
Total Estimated Net Effect on <u>All</u> Federal Funds	\$0	\$0	\$0				

ESTIMATED NET EFFECT ON LOCAL FUNDS						
FUND AFFECTED	FY 2001	FY 2002	FY 2003			
Local Government	Unknown	Unknown	Unknown			

Numbers within parentheses: () indicate costs or losses.

This fiscal note contains 3 pages.

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FISCAL ANALYSIS

ASSUMPTION

Department of Economic Development -Professional Registration assume no fiscal impact.

State Courts Administrator officials stated that the proposal would not affect state courts.

Officials of the **Cities of St.Charles, and Springfield** stated this proposal would provide an alternative legal remedy to their city for enforcement of demolition liens by foreclosure under the mechanic's lien process.

Officials of the Cities of **Hannibal and Mexico** assume there would be no fiscal impact to their cities.

Oversight notes that the proposal would give municipalities another tool for enforcing claims against certain property owners. This could result in increased income to cities, towns and villages, although the amount would vary from year to year.

FISCAL IMPACT - State Government	FY 2001 (10 Mo.)	FY 2002	FY 2003
	\$0	\$0	\$0
FISCAL IMPACT - Local Government	FY 2001 (10 Mo.)	FY 2002	FY 2003
MUNICIPALITIES			
Income - Enforcement of Liens	<u>Unknown</u>	<u>Unknown</u>	<u>Unknown</u>

FISCAL IMPACT - Small Business

Small businesses which owned property subject to liens authorized by this proposal would be affected as a result of this proposal.

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DESCRIPTION

This proposal would allow a charter municipality to take a lien on real property when it has ordered a person to demolish a dangerous building on that property and has paid the person for the work within 120 days of completing the work.

This legislation is not federally mandated, would not duplicate any other program and would not require additional capital improvements or rental space. This proposal would not affect Total State Revenue.

SOURCES OF INFORMATION

State Courts Administrator
Department of Economic Development- Professional Registration
City of Springfield
City of St.Charles
City of Mexico
City of Hannibal

Jeanne Jarrett, CPA

Director

January 30, 2001